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ATTACHMENT B

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Inspector General's Recommendation, Page 596

Recommended DCI Action: Approve in principle

Inspector General's Statement

(a) The DD/S eliminate the FE Division stock account and establish a procedure whereby all Division obligations are charged directly against project accounts both in the Field and in Headquarters.

(b) The DD/S eliminate or minimize other financial accounting and budget procedures which prevent Field Stations and other Agency components from obtaining true cost figures on projects and inventoried property.

DD/P Comment

Concur in principle: Part (a) of the recommendation should be world-wide in application and not restricted to FE Division. Part (b) the new Type II Accounting has minimized procedures but alone cannot provide cost figures.

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